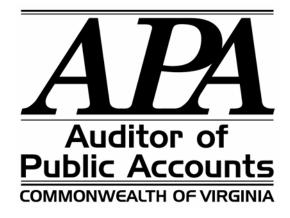
NEW RIVER COMMUNITY COLLEGE

REPORT ON REVIEW
FOR THE YEAR ENDED
JUNE 30, 2006





Commonwealth of Wirginia

Walter J. Kucharski, Auditor

Auditor of Public Accounts P.O. Box 1295 Richmond, Virginia 23218

February 12, 2007

Dr. Jack M. Lewis, President New River Community College P.O. Box 1127 Dublin, VA 24084

Dear Dr. Lewis:

We have reviewed the accompanying Statement of Net Assets of **New River Community College** as of June 30, 2006, and the related statement of Revenues, Expenses, and Changes in Net Assets for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of the college.

A review consists principally of inquiries of college personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

This letter is intended solely for the information and use of the accreditation review board and is not intended to be and should not be used by anyone other than this specified party. However, this letter is a matter of public record and its distribution is not limited.

Sincerely,

Walter J. Kucharski Auditor of Public Accounts

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Enclosure

NEW RIVER COMMUNITY COLLEGE STATEMENT OF NET ASSET

As of June 30, 20)()(6
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		Component Unit
		New River
		Community College
	Community	Educational
	College	Foundation
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 4,654,631	\$ 498,414
Accounts receivable	61,566	34,634
Pledges receivable	-	6,213
Due from system office	64,746	=
Prepaid expenses	85,646	-
Inventories	23,126	
Total current assets	4,889,715	539,261
Non-current assets:		
Restricted cash and cash equivalents	205,830	-
Endowment cash and cash equivalents	-	128,973
Endowment investments	-	3,423,861
Other long-term investments	-	14,033
Pledges receivable	-	9,157
Non-depreciable capital assets, net	756,396	217,017
Depreciable capital assets, net	10,521,422	184,969
Total non-current assets	11,483,648	3,978,010
Total assets	16,373,363	4,517,271
LIABILITIES		
Current liabilities:		
Accounts and retainage payable	216,089	-
Accrued payroll expense	173,527	-
Deferred revenue	502,797	-
Long-term liabilities-current portion	404,245	-
Due to Commonwealth	3,500	-
Deposits	36,216	
Total current liabilities	1,336,374	
Non-current liabilities:		
Long-term liabilities	439,647	-
Total liabilities	1,776,021	-
NET ASSETS	11 077 010	401.007
Invested in capital assets, net of related debt Restricted for:	11,277,818	401,986
		2 550 024
Non-expendable	204 107	3,552,834
Expendable Unrestricted	304,185	(17,066)
Unicsureed	3,015,339	579,517
Total net assets	\$ 14,597,342	\$ 4,517,271

See Auditor of Public Accounts' Review Report

NEW RIVER COMMUNITY COLLEGE STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS For the Year Ended June 30, 2006

101 the Tell Ended Julie 30, 2000		Component Unit
	Community College	New River Community College Educational Foundation
Operating revenue: Tuition and fees (net of scholarship allowance of \$1,366,867) Federal grants and contracts State and local grants Non-governmental grants Sales/services of education department Auxiliary enterprises (net of scholarship allowance of \$8,837) Gifts and contributions Endowment income Other operating revenues	\$ 4,708,126 3,856,272 169,724 79,194 36,303 115,722	\$ - - - 195,454 214,235
Total operating revenue	9,162,932	409,689
Operating expenses: Instruction Public service Academic support Student services Institutional support Operation and maintenance Scholarships and fellowships Auxiliary enterprises Fundraising	8,634,250 28,303 2,468,799 1,300,043 3,222,513 1,762,148 1,972,742 45,083	65,726 - - - 124,548 - 568
Total operating expenses	19,433,881	190,842
Operating income/(loss)	(10,270,949)	218,847
Non-operating revenues/(expenses) State appropriations Local appropriations Grants and gifts Investment income Other non-operating revenue/(expense)	10,661,552 61,722 191,566 64,951 (12,174)	- - - 8,533
Net non-operating revenue	10,967,617	8,533
Income/(loss) before other revenues, expenses, gains, or losses	696,668	227,380
Capital appropriations-state Capital gifts, grants, and contracts Additions to permanent and term endowments	225,000 98,148	- - 276,807
Increase in net assets	1,019,816	504,187
Net assets - beginning of year	13,577,526	4,013,084
Net assets - end of year	\$ 14,597,342	\$ 4,517,271

See Auditor of Public Accounts' Review Report